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21 LLC and MATCH GROUP, INC.

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UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA
SAN JOSE DIVISION

29 KJ-PARK LLC, a California limited liability
30 company,

31 Plaintiff,

32 vs.

33 MATCH GROUP, LLC, a Delaware limited
34 liability company; MATCH GROUP, INC., a
35 Delaware corporation, and DOES 1-10,

36 Defendants.

37 Case No. 5:23-cv-02346-VKD

38 **DEFENDANTS MATCH GROUP, LLC AND**
MATCH GROUP, INC.’S NOTICE OF
MOTION AND MOTION FOR AWARD OF
ATTORNEYS’ FEES AND COSTS AND FOR
PRE- AND POST-JUDGMENT INTEREST;
MEMORANDUM OF POINTS AND
AUTHORITIES IN SUPPORT

39 Hearing: November 19, 2024
40 Time: 10:00 AM
41 Dept.: Courtroom 2 – 5th Floor

42 Judge: Hon. Virginia K. DeMarchi

43 Complaint Filed: March 23, 2023
44 Case Removed: May 12, 2023
45 Amended Complaint Filed: August 8, 2023

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48 DEFENDANTS MATCH GROUP, LLC AND MATCH GROUP, INC.’S NOTICE OF MOTION
49 AND MOTION FOR AWARD OF ATTORNEYS’ FEES AND COSTS; MEMORANDUM OF
50 POINTS AND AUTHORITIES IN SUPPORT

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1 TO ALL PARTIES AND THEIR ATTORNEYS OF RECORD:

2 PLEASE TAKE NOTICE that on November 19, 2024, at 10:00 a.m., or as soon thereafter as
3 this matter may be heard in Courtroom 2 – 5th Floor of the above-captioned Court, located at 280 South
4 1st Street, San Jose, CA 95113, Defendants Match Group, LLC and Match Group, Inc. (collectively,
5 “Match Group”) will, and hereby do, move this Court for an Order granting Match Group its reasonable
6 attorneys’ fees and costs, and pre-judgment and post-judgment interest on any award of fees and costs,
7 pursuant to the Court’s Order Re Joint Proposed Judgment [Dkt. No. 132]; the Judgment [Dkt No. 133];
8 Federal Rule of Civil Procedure 54; N.D. Cal Civil Local Rule 54; and the parties’ Lease. Match Group
9 seeks an Order directing Plaintiff KJ-Park LLC (“Plaintiff”) to reimburse Match Group for its
10 reasonable attorneys’ fees and nontaxable costs incurred in this action; pre-judgment interest on those
11 fees and costs at the California Civil Code § 3289(b) statutory rate of 10% per annum, accruing as of the
12 commencement of the action on March 23, 2023 and through the date of a judgment award of fees and
13 costs; and post-judgment interest on those fees and costs, including pre-judgment interest on those
14 amounts, at the 28 U.S.C. § 1961 statutory rate, accruing as of the date of a judgment award of fees and
15 costs.

16 This Motion is based on this Notice and Motion; the appended Memorandum of Points and
17 Authorities; the Declarations of Eileen Ridley and Mark Epstein in Support of this Motion (“Ridley
18 Dec.” and “Epstein Dec.”) and exhibits thereto; the pleadings and other records on file in this case; and
19 all other evidence and arguments as may be presented at the hearing on Match Group’s Motion.

20 DATED: October 9, 2024

FOLEY & LARDNER LLP
EILEEN R. RIDLEY
ALAN R. OUELLETTE
EVAN L. HAMLING

25 /s/ Eileen R. Ridley

26 EILEEN R. RIDLEY
27 Attorneys for Defendants MATCH GROUP,
28 LLC, and MATCH GROUP, INC.

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MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

Following more than eighteen months of hard-fought litigation culminating in the Court’s Order on the parties’ cross-motions for summary judgment or summary adjudication [Dkt. No. 124], Defendants Match Group, Inc. and Match Group, LLC (collectively, “Match Group”) now bring their motion for “attorney’s fees and related non-taxable costs,” as well as pre- and post-judgment interest on those fees and costs, per Fed. R. Civ. P. 54(d)(2)(A), the Lease language, and the Judgment. [Dkt. No. 133.] Match Group is entitled under the applicable federal and state statutory framework to recoup reasonable attorneys’ fees and non-taxable costs they incurred—and continue to incur—in defending against Plaintiff KJ-Park’s claims and prevailing on Match Group, LLC’s counterclaim. The Lease itself further entitles Match Group to “all” costs and fees incurred in defending an action and litigating its counterclaim arising under the Lease. In addition, federal and California state statutes prescribe the interest calculations applicable to pre-judgment and post-judgment interest accruing on any judgment award of fees and costs requested by the instant Motion, pursuant to 28 U.S.C. § 1961. As set forth below, Match Group’s fees and costs incurred are reasonable in light of the relevant circumstances, and the pre- and post-judgment interest amounts are a matter of calculation per statute. Match Group seeks attorneys’ fees in the amount of \$868,900.92, attributable to Foley & Lardner LLP through August 30, 2024; \$148,057.00 attributable to Fennemore Wendel; and nontaxable costs in the amount of \$93,550.03, which are recoverable pursuant to the parties’ Lease.¹ [Dkt. No. 97-2, p. 42.] Match Group intends to supplement the record for an accounting of reasonable attorneys’ fees incurred after August 30, 2024. Match Group respectfully requests the Court grant these attorneys’ fees, non-taxable costs, and interest pursuant to Rule 54 and Section 29.21 of the Lease.

111

¹ Nontaxable costs sought include costs incurred by Match Group's counsel; expert fees; and costs incurred by Match Group's in-house counsel for discovery vendor fees; transportation; and lodging incurred for travel to depositions, hearings, and mediation. Ridley Dec., Exs. G, H, I; Epstein Dec., Ex. D. Match Group has concurrently filed a Bill of Costs pursuant to Fed. R. Civ. Pro. 54(d)(1) and Civil Local Rule 54-1, along with appropriate documentation to support each taxable cost, in the amount of \$31,250.87.

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1 **II. FACTUAL BACKGROUND**

2 This federal diversity action arises out of a commercial lease agreement for a three-story building
 3 located at 2555 Park Boulevard in the City of Palo Alto, California (the “Premises”). KJ-Park claimed that
 4 Match Group breached the Lease agreement and associated Guaranty, and owed KJ-Park at least
 5 \$8,095,450 in allegedly unpaid rent, accruing at the rate for \$9,962 per day, plus additional unpaid rent.
 6 [Dkt. No. 72.] The primary disputed issue was whether Match Group properly terminated the Lease
 7 agreement. In addition, Match Group, LLC brought a counterclaim for breach of contract against KJ-Park,
 8 alleging that KJ-Park failed to deliver the Premises in the condition required by the Lease; that Match
 9 Group, LLC properly terminated the Lease pursuant to its terms; and that Section 2.3 of the Lease required
 10 KJ-Park to return \$289,693.74 paid by Match Group, LLC to KJ-Park.

11 Following the parties’ cross-motions for summary judgment or adjudication for breach of contract,
 12 the Court rendered an opinion granting in part and denying in part each Motion. [Dkt. No. 124.] The Court
 13 specifically granted Match Group’s motion for summary judgment on KJ-Park’s claims for both breach
 14 of the Lease and breach of the Guarantee. *Id.* Further, the Court found “Match Group is entitled to
 15 summary judgment that it properly terminated the Lease pursuant to section 2.3 of the Lease,” and left
 16 the recoverable sum to the stipulated determination of the parties in the event they could reach agreement.
 17 *Id.* at 27:17-18.

18 Following the parties’ Joint Case Management Conference Statement [Dkt. No. 128], the parties
 19 met and conferred on the amount of Match Group, LLC’s counterclaim, and the Court ordered the parties
 20 to submit a proposed form of judgment by September 24, 2024. [Dkt. No. 130.] The parties did so [Dkt.
 21 No. 131], and the Court adopted the parties’ stipulation as set out in its Order Re Joint Proposed Judgment.
 22 [Dkt. No. 132.] That Order, based on the parties’ stipulation, confirms “pursuant to Rule 54(d) . . . Match
 23 Group shall be awarded post-judgment interest, at the statutory rate under 28 U.S.C. § 1961, on any such
 24 award of attorney’s fees and costs, from the date of the award of such fees and costs.” *Id.* On the basis of
 25 the parties’ stipulated form of judgment, the Court entered Judgment on September 25, 2024. [Dkt. No.
 26 133.] The Judgment specifically orders (1) that KJ-Park pay Match Group, LLC \$289,693.74 owed under
 27 its counterclaim; (2) that KJ-Park pay Match Group, LLC prejudgment interest, pursuant to California

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1 statute, as of May 31, 2019; and (3) that KJ-Park pay Match Group, LLC post-judgment interest “on the
 2 total judgment recovered” per 28 U.S.C. 1961. Pursuant to Fed. R. Civ. P. 54 and Local Rule 54, Match
 3 Group now respectfully requests an Order directing KJ-Park to pay the reasonable attorneys’ fees and
 4 non-taxable costs incurred, as well as pre- and post-judgment interest on any award of fees and costs, per
 5 the language of the Lease and 28 U.S.C. § 1961 (“Interest shall be allowed on any money judgment in a
 6 civil case recovered in a district court.”).

7 **III. ARGUMENT**

8 **A. MATCH GROUP IS ENTITLED TO ITS REASONABLE ATTORNEYS’ FEES**

9 **1. The Lease Provides That The Prevailing Party Shall Recover Attorneys’ Fees**

10 Where an agreement is governed by California law, federal courts will “look to California law,
 11 specifically Cal. Civ. Code section 1717, in interpreting the attorney fee provision.” *Lafarge Conseils Et*
 12 *Etudes, S.A. v. Kaiser Cement & Gypsum Corp.*, 791 F.2d 1334, 1341 (9th Cir. 1986). That statute
 13 authorizes an award of attorneys’ fees “in any action on a contract” where the contract “specifically
 14 provides that attorney’s fees and costs, which are incurred to enforce that contract, shall be awarded . . .
 15 .” Cal. Civ. Code § 1717(a). An award of fees is appropriate where (1) the action in which the fees are
 16 incurred arises from a contract; (2) the contract contains a provision stating that attorney’s fees incurred
 17 to enforce the contract shall be awarded to the prevailing party; and (3) the party seeking fees is the party
 18 who prevailed on the contract. *Penrod v. AmeriCredit Fin. Servs., Inc. (In re Penrod)*, 802 F.3d 1084,
 19 1087-88 (9th Cir. 2015). These circumstances are all present and entitle Match Group to reasonable
 20 attorneys’ fees: this action arises from a Lease agreement, which contains a valid attorneys’ fees provision,
 21 under which Match Group, the prevailing party, seeks costs and fees. The Lease filed as Exhibit 1 to Dkt.
 22 No. 97-1, the Declaration of Eileen R. Ridley in Support of Defendants Match Group, LLC and Match
 23 Group, Inc.’s Motion for Summary Judgment (“Ridley MSJ Dec.”), provides the following attorney’s fees
 24 provision in its entirety:

25 **29.21 Attorneys’ Fees.** In the event that either Landlord or Tenant should
 26 bring suit for the possession of the Premises, for the recovery of any sum
 27 due under this Lease, or because of the breach of any provision of this Lease
 28 or for any other relief against the other, then **all costs and expenses,
 including reasonable attorneys’ fees, incurred by the prevailing party
 therein shall be paid by the other party, which obligation on the part of**

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the other party shall be deemed to have accrued on the date of the commencement of such action and shall be enforceable whether or not the action is prosecuted to judgment.

[Dkt. No. 97-2, p. 42] (emphasis added)

As discussed further below, not only does the contractual attorneys' fees provision provide for the complete recovery of attorneys' fees—it also entitles Match Group to recovery of "all costs and expenses," as accrued "as of the date of the commencement" of this action. Although Match Group successfully removed the case to this District Court, KJ-Park commenced this action in California Superior Court for the County of Santa Clara on March 23, 2023. Match Group is therefore entitled to "all costs and expenses, including reasonable attorneys' fees" incurred in this action, which obligations accrued as of March 23, 2023. *See Fed. R. Civ. P. 54(d)(2)* (requiring a motion for a "claim for attorney's fees and related nontaxable expenses" to "specify the judgment and the statute, rule, or other grounds entitling the movant to the award.").

2. Match Group's Fees And Time Spent Are Reasonable

a. Applicable Standards

Under California and federal law, courts use the lodestar method to calculate reasonable attorneys' fees, multiplying the number of hours reasonably expended by counsel by a reasonable hourly rate. *See Perdue v. Kenny A. ex rel. Winn*, 559 U.S. 542, 551 (2010); *Chavez v. City of L.A.*, 47 Cal. 4th 970, 985 (2010). "In determining whether an hourly rate is reasonable, courts consider the 'prevailing market rates in the relevant community,' and 'the experience, skill, and reputation' of the attorney." *Vargas v. Berkeley Unified Sch. Dist.*, No. 16-CV-06634, 2017 WL 5991857, at *1 (N.D. Cal. Dec. 4, 2017) (quoting *Gonzalez v. City of Maywood*, 729 F.3d 1196, 1205-06 (9th Cir. 2013)). "Fee awards calculated under the lodestar method are generally presumed to be reasonable." *Id.* (citing *Gonzalez*, 729 F.3d at 1208-09.) The Court may also consider other factors, such as "(1) the novelty and complexity of the issues; (2) the special skill and experience of counsel; (3) the quality of representation; and (4) the results obtained." *Id.* Recovery includes work performed by paralegals and other legal support staff. *See Winterrowd v. Am. Gen. Annuity Ins. Co.*, 556 F.3d 815, 823 (9th Cir. 2009). "The fee applicant has the burden of producing satisfactory evidence, in addition to the affidavits of its counsel, that the requested rates are in line with

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1 those prevailing in the community for similar services of lawyers of reasonably comparable skill and
 2 reputation.” *Jordan v. Multnomah Cty.*, 815 F.2d 1258, 1263 (9th Cir. 1987); *see also PLCM Grp. v.*
 3 *Drexler*, 22 Cal. 4th 1084, 1095 (2000) (“The reasonable hourly rate is that prevailing in the community
 4 for similar work.”) (citation omitted); *Progressive Sols., Inc. v. Stanley*, No. 16-CV-04805, 2018 WL
 5 6267837, at *4 (N.D. Cal. Jul. 13, 2018) (citation omitted). Civil Local Rule 54-5(b)(3) requires the party
 6 seeking a fee award to submit “[a] brief description of relevant qualifications and experience and a
 7 statement of the customary hourly charges of each such person or of comparable prevailing hourly rates
 8 or other indication of value of the services.” Such descriptions are set forth in the Declaration of Eileen
 9 R. Ridley in support of this Motion. Ridley Dec., ¶¶ 3-7.

10 In addition to the reasonableness of counsel’s rates, the Court also evaluates the reasonableness of
 11 the time counsel spent litigating the case. *See Perdue*, 559 U.S. at 551; *Chavez*, 47 Cal. 4th at 985. “Under
 12 California law, ‘absent circumstances rendering the award unjust, an attorney fee award should ordinarily
 13 include compensation for *all* the hours *reasonably spent*, including those relating solely to the fee.’”
 14 *Ridgeway v. Wal-Mart Stores Inc.*, 269 F. Supp. 3d 975, 986 (N.D. Cal. 2017) (emphasis in original)
 15 (quoting *Ketchum v. Moses*, 24 Cal.4th 1122, 1133 (2001)). “By and large, the court should defer to the
 16 winning lawyer’s professional judgment as to how much time he was required to spend on the case; after
 17 all, he won, and might not have, had he been more of a slacker.” *Moreno v. City of Sacramento*, 534 F.3d
 18 1106, 1112 (9th Cir. 2008). Reasonable hours are not limited to those spent on winning arguments.
 19 *Alzheimer’s Inst. of Am. v. Eli Lilly & Co.*, No. 10-CV-00482, 2016 WL 7732621, at *7 (N.D. Cal. Apr.
 20 14, 2016), *aff’d sub nom. AIA Am., Inc. v. Eli Lilly & Co.*, 695 F. App’x 573 (Fed. Cir. 2017) (“[R]ecover of
 21 attorneys’ fees is not strictly limited to time spent on winning arguments, but rather includes time spent
 22 reasonably by the prevailing party.”); *Thermolife Int’l, LLC v. Myogenix Corp.*, No. 13-CV-651, 2018 WL
 23 325025, at *7 (S.D. Cal. Jan. 8, 2018), *aff’d sub nom. Thermolife Int’l LLC v. GNC Corp.*, 922 F.3d 1347
 24 (Fed. Cir. 2019) (“Vital’s motions were not meritless, and the Court declines to reduce the award for time
 25 spent on the motions.”).

26 **b. Match Group’s Counsel’s Hourly Rates In This Action Are Reasonable**

27 Match’s counsel, Foley & Lardner LLP (“Foley” or the “Firm”) billed at prevailing hourly rates
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1 for established clients such as Match Group. Some of these rates were discounted from the Firm's
 2 prevailing rate schedule in light of the Firm's relationship with Match and its practice of discounting
 3 certain rates for certain clients. *See Ridley Dec.* ¶ 10. Match Group initially retained the firm Fennemore
 4 Wendel ("Fennemore") to litigate this matter, retained Foley shortly thereafter, and now seeks its
 5 recoverable attorneys' fees from both firms per Rule 54. This action commenced as a complicated case
 6 with a purported value of over \$8 million in allegedly unpaid rent, and only became more complex over
 7 the ensuing months, raising questions of contract construction and interpretation; land use and vested
 8 rights; City of Palo Alto municipal ordinances; and other issues. This complexity necessitated voluminous
 9 written discovery, much of which resulted in informal discovery dispute filings with the Court. The high
 10 volume of both party and third-party discovery in this case consisted of nearly 70,000 documents,
 11 necessitating significant attention and analysis and further supporting the reasonableness of fees incurred.

12 This action also necessitated significant legal work preparing for nearly twenty separate
 13 depositions of high-ranking client personnel, City of Palo Alto employees, third-party brokers and agents,
 14 and multiple experts and rebuttal experts. Additionally, both parties filed and litigated cross-motions for
 15 summary judgment on inapposite legal theories implicating Palo Alto municipal law, land use and vested
 16 rights law, and canons of contract interpretation. By the time Match Group prevailed on both its own
 17 summary judgment motion and its opposition to KJ-Park's own summary judgment motion, both parties
 18 had expended significant legal resources litigating this case. Such resources were necessary to litigate not
 19 only Match Group's counterclaim for a first month's rent payment, but to defend against KJ-Park's claims
 20 seeking damages in excess of \$10 million in alleged lost rent and interest—far in excess of the value of
 21 the judgment obtained by Match Group and any award of costs and fees.

22 The result was not easily reached; it required over a year and a half of substantial, complex, and
 23 hard-fought litigation, including, among other things, multiple discovery disputes, KJ-Park's
 24 unmeritorious efforts to introduce improper expert opinions, and the complete impasse of the parties'
 25 respective legal positions on the Lease, the City of Palo Alto, the Retail Ordinance, and other primary
 26 issues, as the case approached summary judgment. As set forth in the Declaration in support of this Motion
 27 ["Ridley Dec."], Match Group seeks reimbursement for the following attorneys' fees incurred by Foley:

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Name	Billed Hours	Billed Rates	Billed Amount
Eileen R. Ridley (partner)	238.10	\$875 [8/18/23-1/31/24] \$975 [2/2/24-]	\$194,917.80
Robert T. Slovak (Partner)	73.00	\$750 [9/28/23-1/29/24] \$825 [2/20/24-]	\$54,750.00
Alan R. Ouellette (senior counsel)	400.00	\$750 [12/18/23-1/31/24] \$800 [2/1/24-]	\$256,000.00
Evan L. Hamling (associate)	491.10	\$470 [10/11/23-1/31/24] \$570 [2/1/24-]	\$220,995.00
Jennifer Huckleberry (associate)	68.50	\$505	\$31,167.50
Wendy Delvalle (paralegal)	197.30	\$375 [12/15/23-1/21/24] \$395 [2/2/24-]	\$69,055.00
Tanya C. Durham (paralegal)	12.10	\$300 [9/7/23-1/27/24] \$330 [2/4/24-]	3,509.00
Jesus Torres (paralegal)	129.70	\$325 [1/31/24] \$350 [2/2/24-]	\$37,613.00
Carlos D. Freitas	1.00	\$385	\$385.00
Noel Velasco (Project Manager, Litigation Support)	1.10	\$470	\$508.62

The billed work captured in this table spans litigation activity beginning with Match Group's retention of Foley through August 30, 2024, and totals \$868,900.92, referenced in Section I, *supra*.² This work follows work performed by Fennemore following Match Group's termination of the Lease on May 31, 2019, as well as other work set forth in the Declaration of Mark Epstein in support of the instant Motion ["Epstein Dec."]. Work performed by Fennemore includes but is not limited to reviewing the development of the case prior to the removal to this District Court; removing the case to the District Court; and moving to dismiss the federal Complaint. Match Group retained Foley following the oral argument on the Motion to Dismiss KJ-Park's Complaint, in August 2023, and Fennemore continued to assist with various litigation items in conjunction with Foley through the pendency of the action. As a result, Fennemore's fees incurred as of the date of the instant Motion total \$148,057.00. Epstein Dec., Ex. C. Foley performed work including but not limited to defending this litigation through summary judgment

² Match Group will supplement the record to present an accounting of fees incurred for time reasonably expended after August 30, 2024, including time spent on recovery of fees.

1 in July 2024; discovery disputes; motion practice; settlement and mediation efforts; taking and defending
 2 several depositions; challenging multiple experts and resolving multiple expert discovery motions and
 3 Daubert motions; filing the motion for summary judgment and opposing KJ-Park's motion for partial
 4 summary judgment; and part of the work required to prepare the instant Motion. *See, e.g., Sierra Club v.*
 5 *U.S. E.P.A.*, 625 F. Supp. 2d 863, 870 (N.D. Cal. 2007) ("the court may award attorneys' fees for
 6 prelitigation work that is necessary to the filing of an action"); *Davis v. City & Cnty. of S.F.*, 976 F.2d
 7 1536, 1544 (9th Cir. 1992) (noting that the Ninth Circuit "has repeatedly held that time spent by counsel
 8 in establishing the right to a fee award is compensable."). As noted above, Foley's hourly rates in this
 9 matter reflected the Firm's customary hourly rates for legal services rendered to established clients like
 10 Match Group, including discounted rates pursuant to Firm practices. This alone supports their
 11 reasonableness. *See White v. City of Richmond*, 713 F.2d 458, 461 (9th Cir. 1983), *disapproved on other*
 12 *grounds by Pennsylvania v. Delaware Valley Citizens' Council for Clean Air*, 483 U.S. 711, 718 n.4
 13 (1987) ("evidence of counsel's customary hourly rate may be considered by the District Court"); *Carson*
 14 *v. Billings Police Dep't*, 470 F.3d 889, 892 (9th Cir. 2006) (noting the fact that "a lawyer charges a
 15 particular hourly rate, and gets it, is evidence bearing on what the market rate is, because the lawyer and
 16 his clients are part of the market."); *see also Bolden v. J&R Inc.*, 135 F. Supp. 2d 177, 179 (D.D.C. 2001)
 17 ("An attorney's actual billing rate is presumptively deemed a reasonable rate, provided that the rate is 'in
 18 line with those prevailing in the community for similar services by lawyers of reasonably comparable
 19 skill, experience, and reputation.'") (quoting *Cumberland Mountains, Inc. v. Hodel*, 857 F.2d 1516, 1518–
 20 1519 (D.C.Cir.1988)); *see also E. W. Bank v. Shanker*, No. 20-CV-07364-WHO, 2021 WL 6049912, at
 21 *6 (N.D. Cal. Dec. 20, 2021) (noting "the higher-than average billing rates of counsel are reasonable given
 22 the super-charged rates of large firms in the Bay Area that clients pay.").

23 Foley and Fennemore's fees are also reasonable in light of recent benchmarks for fees. Appended
 24 to the Ridley Dec. in support of this Motion is an excerpt from the National Law Journal's 2017 Billing
 25 Survey—the most recently published edition—showing a range of hourly rates for comparable law firms
 26 in comparable markets that ranged from \$235 to \$1,435 for partners and \$175 to \$1,080 for associates. As
 27 set forth in the Ridley Dec., Epstein Dec., and exhibits thereto, the rates charged by both Foley and

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1 Fennemore were well below the high end of those ranges, which have likely increased in the years since.
 2 That Foley further discounted its prevailing hourly rates further confirms the total amounts incurred by
 3 Match Group are reasonable. “That the rates charged are typical of that charged and paid by the firm’s
 4 clients is strong evidence that the rates requested are reasonable.” *Laba v. JBO Worldwide Supply Pty Ltd*,
 5 2023 WL 4985290, at *14 (S.D.N.Y. 2023) (finding “the hourly rates for Moskin and Welch [a partner
 6 and associate at Foley & Lardner LLP] are reasonable” because the rates charged were “consistent with
 7 the prevailing rates” in the jurisdiction); *see Uziel v. Superior Ct.*, No. CV 19-1458, 2021 WL 5830040,
 8 at *6 (C.D. Cal. Oct. 19, 2021), *report and recommendation adopted sub nom. Uziel v. Superior Ct. of*
 9 *California for Cnty. of Los Angeles*, No. CV 19-1458, 2021 WL 5830036 (C.D. Cal. Nov. 22, 2021), *aff’d*
 10 *sub nom. Uziel v. Superior Ct. of California, Cnty. of L.A.*, No. 21-56306, 2023 WL 4311631 (9th Cir.
 11 July 3, 2023) (“The rate sought here is below the current standard hourly rate charged to clients by Mr.
 12 Reif.”); Ridley Dec., ¶ 10.

13 The remaining factors—“the experience, skill, and reputation of the attorney[s], … the special skill
 14 and experience of counsel[,] the quality of representation[,] and [] the results obtained,” *Vargas*, 2017 WL
 15 5991857, at *1—similarly support the reasonableness of Match Group’s counsel’s rates in this case.
 16 Counsel at Foley who worked on this case are all accomplished attorneys who gained substantial
 17 experience practicing at one of the largest law firms in the world. *See* Ridley Dec., ¶¶ 3-6 (firm
 18 biographies). Finally, Foley’s representation produced a complete win for Match Group, in which the
 19 Court entered a judgment in favor of Match Group on its counterclaim and KJ-Parks’ claims and rejected
 20 each of KJ-Park’s claims. [Dkt. No. 133]; *see also Uziel v. Superior Ct.*, No. CV 19-1458, 2021 WL
 21 5830040, at *7 (C.D. Cal. Oct. 19, 2021) (“The outcome of these proceedings supports the requested
 22 hourly rates. RLG obtained a complete victory for Defendants.”). Finally, the fee ranges in proportion to
 23 the alleged value of the case demonstrates their reasonableness. The range between the \$8,095,450-plus
 24 daily damages and interest that KJ-Park initially sought and the end result—\$300 thousand plus interest
 25 recovered by Match Group on summary judgment—is an over ten-million-dollar gulf.

26 **c. The Hours Expended In This Case Were Reasonable**

27 This case, although facially predicated on a Lease dispute, necessitated complex litigation over
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1 more than a year of time, including substantial written and testimonial discovery; multiple discovery
 2 disputes; cross-motions for summary judgment or adjudication; motions to strike experts; hearings on
 3 such filings; and post-judgment fee recovery procedures. Match Group's counsel was required to spend
 4 significant attorney and staff time over the course of this matter's proceedings. *See Ridley Dec; Epstein*
 5 *Dec.* This includes substantial time on preparing and filing Answers; motion practice; written and
 6 testimonial discovery; over a dozen depositions; expert discovery and depositions; motions to strike
 7 experts; trial preparation; settlement conferences; and cross-moving for summary judgment. Foley's time
 8 expended on these matters was justified, particularly in light of the judgment it obtained for Match Group
 9 at summary judgment. *Moreno*, 534 F.3d at 1112 ("By and large, the court should defer to the winning
 10 lawyer's professional judgment as to how much time he was required to spend on the case").

11 Based on the foregoing hours and rates, the sum total of currently ascertainable attorneys' fees
 12 incurred by Match Group, including fees incurred with Foley and Fennemore, is \$1,016,957.92.³ This
 13 total, plus the fees incurred on the instant Motion, is reasonable and justified in view of the extensive
 14 litigation required to bring this case to Judgment, and the Court's decision to award Match Group a
 15 complete recovery of its counterclaim. *See Hensley v. Eckerhart*, 461 U.S. 424, 435 (1983) ("Where a
 16 [party] has obtained excellent results, [its] attorney should recover a fully compensatory fee. Normally
 17 this will encompass all hours reasonably expended on the litigation.") As noted above, a "fully
 18 compensatory fee" will include fees incurred through the date of the instant Motion. *Id.* Finally, the value
 19 of the case alleged by KJ-Park, in excess of \$10 million, demonstrates the reasonableness of the fees
 20 incurred by Match Group in defending against the breach claims and prevailing on its breach counterclaim.

21 **B. MATCH GROUP IS ENTITLED TO ITS NONTAXABLE COSTS**

22 The California Civil Code authorizes an award of costs "in any action on a contract" where the
 23 contract "specifically provides that attorney's fees and costs, which are incurred to enforce that contract,
 24 shall be awarded" Cal. Civ. Code § 1717(a). This statute applies here because Match Group is the
 25 prevailing party on an action to enforce its recovery for KJ-Park's breach of a contract governed by
 26

27 ³ This total includes Foley fees through August 30, 2024 and Fennemore fees through September 30,
 28 2024.

1 California law. *See* Ridley MSJ Dec. [Dkt. No. 97-2 at p. 42] (“29.22 **Governing Law; Waiver of Jury**
 2 **Trial.** This Lease shall be construed and enforced in accordance with the laws of the State of California.”).
 3 As noted above, the Lease’s attorneys’ fees provision specifically entitles the prevailing party, on an action
 4 arising out of the Lease, to “all costs and expenses, including reasonable attorneys’ fees . . . which
 5 obligation . . . shall be deemed to have accrued on the date of the commencement of such action”
 6 [Dkt. No. 97-1 at p. 42.] Moreover, the costs for which Match Group seeks recovery are all costs normally
 7 charged to a client in the course of litigation. *Transbay Auto Serv., Inc. v. Chevron U.S.A., Inc.*, No. C 09-
 8 04932 SI, 2013 WL 843036, at *8 (N.D. Cal. Mar. 6, 2013) (“The Court finds that the costs incurred by
 9 Transbay are recoverable because they are reasonable out of pocket expenses that would normally be
 10 charged to a fee paying client.”). Match Group is also entitled to recover costs under Fed. R. Civ. P. 54(d)
 11 (“Unless a federal statute, these rules, or a court order provides otherwise, costs—other than attorney’s
 12 fees—should be allowed to the prevailing party.”); *Ridgeway v. Wal-Mart Stores Inc.*, 269 F. Supp. 3d
 13 975, 1001 (N.D. Cal. 2017) (awarding costs to prevailing party even where it did not carry all claims
 14 through to trial).

15 Match Group is further entitled to its nontaxable expert fees, per the Lease: “29.21 Attorneys’
 16 Fees. . . . ***all costs and expenses***, including reasonable attorneys’ fees, incurred by the prevailing party
 17 therein shall be paid by the other party, which obligation on the part of the other party shall be deemed to
 18 have ***accrued on the date of the commencement of such action.***” Dkt. No. 97-1, Ex. 1 (emphasis added).
 19 *See* Fed. R. Civ. P. 54(d)(2) (requiring a motion for a “claim for attorney’s fees and related nontaxable
 20 expenses” to “specify the judgment and the statute, rule, or *other grounds* entitling the movant to the
 21 award.”) (emphasis added). These expenses incurred in defending this action and litigating Match Group,
 22 LLC’s counterclaim include the retention of an expert to testify and produce an expert report, and a rebuttal
 23 expert to rebut the opinions of KJ-Park’s retained land use expert. Match Group retained Valbridge
 24 Property Advisors (“Valbridge”) on March 20, 2024, and incurred expert fees including the preparation
 25 of Valbridge’s expert report, preparing for depositions, taking depositions, and other expert work.
 26 Valbridge provided the following hourly fee schedule for the experts who worked on this matter: Josh
 27 Fronen, MAI, Managing Director, \$545; James Murren, Appraiser, \$420, and Analyst, \$250. Ridley Dec.,

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1 Ex. H. Match Group also engaged rebuttal expert Kelly Snider on May 20, 2024, and incurred expenses
 2 in obtaining her rebuttal report and preparing and defending her deposition. Ms. Snider provided a fee
 3 schedule of \$375 per hour for her expert work. *Id.* Finally, Match Group paid the expert fees for taking
 4 the depositions of KJ-Park's retained experts Erik Schoennauer and Craig Owyang, which were necessary
 5 expenses incurred in defending against KJ-Park's claims and prevailing on Match Group, LLC's
 6 counterclaim. *Id.*

7 Based on the above, Match Group respectfully requests an award of \$93,550.03 in nontaxable
 8 costs incurred to date, which are attributable to discovery vendor fees, document hosting fees, deposition
 9 and hearing transcription costs, trial support fees, delivery and outside printing for chambers and courtesy
 10 copies, lodging, meals, and travel for depositions, and litigation support vendor fees (among other
 11 recoverable costs, including nontaxable expert fees, per the Lease). *See* Ridley Dec., Ex. G, H, I; Epstein
 12 Dec., Ex. D. These costs also include costs incurred by Match Group's in-house counsel to travel to and
 13 attend hearings on motions filed in this action, mediation sessions, as well as multiple depositions of
 14 individuals and corporate witnesses. Ridley Dec., Ex. I; *see PLCM Grp. v. Drexler*, 22 Cal. 4th 1084,
 15 1088, 997 P.2d 511, 513 (2000), *as modified* (June 2, 2000) (“Like private counsel, in-house counsel stand
 16 in an attorney-client relationship with the corporation and provide comparable legal services.”). These
 17 costs were necessarily and reasonably incurred in bringing Match Group's counterclaim to judgment and
 18 are substantiated in the accompanying declaration of Match Group's lead counsel. *See* Ridley Dec. They
 19 are, moreover, among the types of costs Courts in this District and elsewhere regularly hold are subject to
 20 reimbursement. *See, e.g., V.A. v. San Pasqual Valley Unified Sch. Dist.*, No. 17-CV-02471, 2018 WL
 21 3956050, at *4 (S.D. Cal. Aug. 17, 2018) (court filing fees, court reporter, and printing costs found to be
 22 reasonable and recoverable); *Esomonu v. Omnicare, Inc.*, No. 15-CV-02003, 2019 WL 499750, at *7
 23 (N.D. Cal. Feb. 8, 2019) (court filing fees, document delivery, and travel all held reimbursable); *Cuzick v.*
 24 *Zodiac U.S. Seat Shells, LLC*, No. 16-CV-03793, 2018 WL 2412137, at *8 (N.D. Cal. May 29, 2018)
 25 (granting reimbursement of costs including mediation fees, travel, research, printing, postage, service
 26 charges, and filing fees).

27 ///

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1 **C. MATCH GROUP IS ENTITLED TO PRE-JUDGMENT AND POST-JUDGMENT**
 2 **INTEREST ON ANY AWARD OF FEES AND COSTS**

3 **1. Pre-Judgment Interest**

4 Pre-judgment interest is an element of compensation, not a penalty. *See W. Pac. Fisheries, Inc. v.*
 5 *S.S. President Grant*, 730 F.2d 1280, 1288 (9th Cir. 1984). Pre-judgment interest achieves “full
 6 compensation” for the loss of money due as damages from the time a claim accrues until judgment—
 7 including a judgment for attorneys’ fees—is entered. *W. Va. v. United States*, 479 U.S. 305, 311 n.2
 8 (1987); *Hubbard v. Total Commc’ns, Inc.*, 623 F. Supp. 2d 270, 272 (D. Conn. 2009) (“[A]n award of
 9 attorney’s fees is a ‘judgment’ under the terms of the statute.”). The Court can amend a judgment after
 10 entry to include interest. *See* Fed. R. Civ. P. 59(e); *Osterneck v. Ernst & Whinney*, 489 U.S. 169, 177
 11 (1989) (holding post-judgment motion for pre-judgment interest was properly brought under Rule 59(e)
 12 and “helps further the important goal of avoiding piecemeal appellate review of judgments”); *Oster v.*
 13 *Standard Ins. Co.*, 768 F. Supp. 2d 1026, 1038 (N.D. Cal. 2011) (“The Court finds that pre-judgment
 14 interest is appropriate in this case and that Plaintiff is not procedurally barred from seeking pre-judgment
 15 interest.”). Where, as here, the parties’ contract does not provide for pre-judgment interest, the Court
 16 applies the California statutory rate of interest to the amount of the judgment. Cal. Civ. Code § 3289(b)
 17 (“If a contract entered into after January 1, 1986, does not stipulate a legal rate of interest, the obligation
 18 shall bear interest at a rate of 10 percent per annum after a breach.”) The Court’s Judgment [Dkt. No. 133]
 19 expressly provides “Pursuant to Cal. Civil Code § 3287(a), KJ-Park shall pay Match Group, LLC
 20 prejudgment interest on the principal sum of \$289,693.74, accruing as of May 31, 2019 and through the
 21 date of this judgment, at the California statutory rate of ten percent per annum, pursuant to Cal. Civ. Code
 22 § 3289(b).” However, since an award of attorneys’ fees and nontaxable costs is a “judgment,” and pre-
 23 judgment interest is an “element of compensation,” complete compensation for Match Group includes
 24 pre-judgment interest on any judgment award of fees and costs. *W. Pac. Fisheries, Inc.*, 730 F.2d at 1288;
 25 *Hubbard*, 623 F. Supp. 2d at 272. The Ninth Circuit has confirmed that the quantum of a judgment of
 26 costs and fees is subject to prejudgment interest:

27 In our view there exists no real distinction between judgments for attorneys’
 28 fees and judgments for other items of damages. True, claims for
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“reasonable” attorneys’ fees, being unliquidated until they are determined by a court, are not entitled to pre-judgment interest as would be certain liquidated claims. ***But once a judgment is obtained, interest thereon is mandatory without regard to the elements of which that judgment is composed.*** *Perkins v. Standard Oil Co. of California*, 487 F.2d 672, 675 (9th Cir. 1973) (emphasis added).

Finally, the Lease expressly confirms the parties’ intent for any and all costs and fees incurred to be recoverable by a prevailing party on an action arising out of the Lease: “[A]ll costs and expenses, including reasonable attorneys’ fees, incurred by the prevailing party therein shall be paid by the other party.” [Dkt. No. 97-2, p. 42.] And essentially for the calculations of pre-judgment interest, the parties expressly affirmed their intent that the “obligation on the part of the other party shall be deemed to have accrued on the date of the commencement of such action and shall be enforceable whether or not the action is prosecuted to judgment.” *Id.* The parties’ use of “accrued” with respect to the commencement of the action indicates an express intent for a prevailing party on an action under the Lease to be made whole from the date of commencement of the action. Because pre-judgment interest is an “element of compensation,” complete compensation for Match Group must include pre-judgment interest on its costs and fees, accruing as of the date of the commencement of the action, March 23, 2023. *W. Pac. Fisheries, Inc.*, 730 F.2d at 1288; *Hubbard*, 623 F. Supp. 2d at 272.

2. Post-judgment Interest

Match Group is further entitled to post-judgment interest on any judgment award of fees and costs. Post-judgment interest “shall be allowed on any money judgment in a civil case recovered in a district court” and “shall be calculated from the date of the entry of the judgment” at a prescribed rate. 28 U.S.C. § 1961; *see also Monolithic Power Sys., Inc. v. 02 Micro Int’l Ltd.*, 2012 WL 1577365, at *3 (N.D. Cal. May 3, 2012) (“Under 28 U.S.C. § 1961(a), interest is allowed on money judgments in civil cases recovered in a district court accruing from the date of the entry of the judgment. Courts have interpreted this to mean that post-judgment interest is calculated from the date of the judgment establishing the right to the award.”) (citation and quotations omitted); *Alzheimer’s Inst. of Am. v. Eli Lilly & Co.*, No. 10-CV-082, 2016 WL 7732621, at *8 (N.D. Cal. Apr. 14, 2016), *aff’d sub nom. AIA Am., Inc. v. Eli Lilly & Co.*, 695 F. App’x 573 (Fed. Cir. 2017) (awarding post-judgment interest starting from date of order awarding

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1 fees). KJ-Park's obligation to pay these sums of interest are "no less enforceable than the obligation to
 2 pay" the principal sum of judgment itself. *Roodenburg v. Pavestone Co., L.P.*, 171 Cal. App. 4th 185, 192
 3 (2009).

4 Match Group is entitled to such post-judgment interest on the *total* judgment amount, which
 5 necessarily includes pre-judgment interest. "Post-judgment interest should be awarded on the *entire*
 6 *amount of the judgment, including any pre-judgment interest.*" *Id.* (citing *Air Separation, Inc. v.*
 7 *Underwriters at Lloyd's of London*, 45 F.3d 288, 291 (9th Cir.1995)) (emphasis added). Post-judgment
 8 interest at the applicable federal statutory rate must accrue on the entire award of fees and costs—including
 9 the principal sum of fees and costs and pre-judgment interest on those fees and costs—from the date of
 10 entry of a final judgment in this litigation that includes an award of fees and costs. 28 U.S.C. § 1961; *Ford*
 11 *v. Alfaro*, 785 F.2d 835, 842 (9th Cir. 1986) ("constru[ing] the language of section 1961 to be mandatory
 12 in cases awarding post-judgment interest"); *Kaiser Aluminum & Chemical Corp. v. Bonjorno*, 494 U.S.
 13 827, 835 (1990) ("[P]ostjudgment interest properly runs from the date of the entry of judgment.") The
 14 applicable interest rate derives from statutory language providing: "interest shall be calculated from the
 15 date of the entry of the judgment, at a rate equal to the weekly average 1-year constant maturity Treasury
 16 yield, as published by the Board of Governors of the Federal Reserve System, for the calendar week
 17 preceding the date of the judgment." 28 U.S.C.A. § 1961(a). The weekly average 1-year constant maturity
 18 Treasury yield is available from the Board of Governors of the Federal Reserve System online rate
 19 publication.⁴ Post-judgment interest at the statutory rate should accrue on the balance of the judgment
 20 award of costs and fees from the date of the judgment. 28 U.S.C. § 1961; *see also Alzheimer's Inst. of Am.*
 21 2016 WL 7732621, at *8 (awarding post-judgment interest starting from date of order awarding fees).

22 **IV. CONCLUSION**

23 For all the foregoing reasons, Match Group respectfully requests that the Court grant the Motion
 24 for attorneys' fees and nontaxable costs in its entirety, as well as pre-judgment and post-judgment interest
 25 accrued on those fees and costs, per statute.

26 ///

27
 28 ⁴ See <https://www.federalreserve.gov/releases/H15/default.htm> for the published interest rates.

1 DATED: October 9, 2024

FOLEY & LARDNER LLP
EILEEN R. RIDLEY
ALAN R. OUELLETTE
EVAN L. HAMLING

5 /s/ Eileen R. Ridley
6 EILEEN R. RIDLEY
7 Attorney for Defendants MATCH GROUP,
LLC, and MATCH GROUP, INC.

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